

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**SB 399 – HB 1339**

March 3, 2009

**SUMMARY OF BILL:** Under current law contractors on public works projects are required to post a 25 percent bond for contracts in excess of \$100,000. This legislation ties the contract amount (currently \$100,000) to annual incremental increases based on the consumer price index.

**ESTIMATED FISCAL IMPACT:**

**Increase State Expenditures – Not Significant**

**Increase Local Expenditures – Not Significant**

Assumptions:

- This legislation largely governs private entities.
- Any increase in state and local government expenditures is estimated to be not significant.

**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White".

James W. White, Executive Director

/kmc